BANGALORE ELECTRICITY SUPPLY COMPANY LIMITED

Indent No: BESCOM/2023-24/IND0035
(BESCOM/BCP-1485/2023-24)

SECTION-GCC

GENERAL TERMS AND CONDITIONS

1.0 DEFINITION OF TERMS:

The terms and the words used in these general conditions and the annexed specifications shall have the meaning as stated below:

a) **OWNER:** BESCOM /General Manager (Elec.), Procurement, Corporate Office, BESCOM, Bengaluru.

b) **BESCOM:** BESCOM means Bangalore Electricity Supply Company Ltd situated in Bengaluru

c) **SUPPLIER/MANUFACTURER**: Supplier means the Manufacturer/Supplier whose tender has been accepted by the purchaser.

d) **TENDERER:** Tenderer (Bidder) means the party who has purchased and submitted the Tender documents.

e) **SPECIFICATIONS**: Specifications annexed to this general condition, schedules read with relevant ISS, BSS, and IEC specified.

f) **MONTH**: Month means Calendar month.

g) **INSPECTOR**: Inspector means the OWNER's representative, duly authorized or appointed in writing to act as inspector for the purpose of Contract.

h) **DESTINATION**: Destination means F.O.R delivery at Stores/Site, as intimated by the OWNER and its representative.

2.0 PRICES:

2.1 The **Prices are FIRM throughout the period of** contract. Prices quoted by the Tenderer shall be fixed during the Tenderer's performance of the Contract and not subject to variation on any account. A tender submitted with an adjustable price quotation will be treated as non-responsive and rejected.

2.2 The Bidder shall furnish Unit computed FORD price on the KPP portal in the option of ''item wise bid commercial offer'' and also

furnish the break up of prices in "Edit Break up of price quoted" option. The break up of prices should contain EX works and tax structure as applicable GST charges on KPP portal.

3.0 It may be noted that incomplete and vague offers are liable to be rejected without any further reference.

4.0 Penalty, Guarantee, Test Certificates, Insurance, Inspection, Validity, and Security Deposit are as enumerated in the Bid documents.

5.0 Bidder shall give clear acceptance to all our clauses of the enquiry failing which it will be presumed that they have agreed to all our terms of enquiry.

6.0 Any bid submitted in response to the tender shall conform absolutely to the tender specifications and other conditions. Any deviation whatsoever wherever mentioned will make the bid liable for rejection.

7.0 BESCOM reserves the right to disqualify the bid if the deviation mentioned by the bidder is not acceptable to BESCOM.

8.0 **Quantity:**

Quantity may be increased/decreased at the discretion of the BESCOM while placing order adhering to the provisions of KTPP Act.

9.0 In case of unforeseen conditions, the due date of opening of Bid is declared holiday, the Bid shall be opened on the next working day.

10.0 The BESCOM reserves the right to accept/reject any or all the Bid without assigning any reason whatsoever.

11.0 After receipt of supplies, if the materials do not conform to the relevant IS/IEC and to enquiry specification, the materials will be rejected. The rejected materials shall be collected by the supplier at his own cost. The BESCOM may accept replacement only if it conforms to the specification.

12.0 The Bidder shall quote prices in one slab. Prices quoted in more than one slab are not accepted.

13.0 The final acceptance of the Bid will rest with BESCOM.

14.0 Whatever, may be the conditions of sales specified or indicated in the quotation, it is only the conditions indicated in the order and Bid notification that will be binding on BESCOM and if the successful Bidder finds on receipt of the order his inability to accept any of the

terms/conditions, he shall raise the issue specifically and get the matter clarified.

15.0 **TERMS OF PAYMENT:**

15.1 The Consignee Division will arrange payment of 100% value of materials on receipt of goods and after inspection of materials at destination and against the presentation of dispatch and other documents by the firm to the Executive Engineer (Ele.), of the Consignee Division of BESCOM after satisfying the terms conditions of the order, and after receipt of materials acknowledgement statement from the consignee stores.

15.2 For arranging payment, the following documents will have to be furnished by the Supplier.

i. Invoice in quadruplicate, stamped and pre-receipted containing details such as purchase order number, Goods description, quantity, unit price and total amount.
ii. Delivery Challan duly acknowledged by consignee. The payment will be arranged against clear acknowledgment duly signed by the Storekeeper and Store Officer of the respective BESCOM, Stores.
iii. Material Acknowledgment Statement (to be furnished by consignee).
iv. Copy of the e-way bill.
v. The triplicate and quadruplicate copies of the invoices may be sent to the respective consignees for submission of Materials Acknowledgement Statement.
vi. Material Inspection report.

16.0 **Packing**: The successful Bidder shall provide packing for securely protecting the materials to avoid damage in transit under proper condition and they shall be responsible for all losses or damages caused by any defect in packing. The package shall be marked with letters BESCOM, P.O. No. and date consignee name address.

17.0 **Penalty for late delivery**:

In case the materials are not delivered within the period stipulated in the order, you shall be liable to pay penalty to the BESCOM at **½ % per week subject to a maximum of 10% of the contract purchase value**, subject to force majeure conditions.

18.0 **Force Majeure**:

a) For the purpose of this contract 'Force Majeure' means, an event which could not reasonably, have been avoided by a diligent party in the circumstances, which is beyond the reasonable control of a party and which makes a party's performance of its responsibilities hereunder impossible or so impractical as reasonably to be considered impossible in the circumstances and includes, but is not limited to war risks, civil disorder, earthquake, strikes, lockouts or other industrial action, electrical failure confiscation or any other action by Government Agencies.

b) Force Majeure shall not include any event, which is caused by the negligence or intentional action of a party or such party's sub-Suppliers or agents or employees or by a failure to observe good Engineering practices.

c) Force Majeure shall not include insufficiency of funds or failure to make any payment required hereunder.

19.0 **Validity**: The validity of this offer shall not be less than **180 days** from the date of Bid opening. This shall be clearly stated in the Bid.

20.0 **Inspection & Testing During Manufacture**:

The manufacturer shall arrange routine acceptance test at his works in the presence of the inspection staff of the company, **if BESCOM desires**.

20.1 The representatives of the company / authorized external agency shall be entitled at all reasonable times during manufacture to inspect, examine and test on the contractor's premises the materials and workmanship of all equipment to be supplied under this contract and if part of the said equipment is being manufactured on other premises, the contractor shall obtain for the companies representative, permission to

inspect, examine and test as if the equipment were being manufactured in the company premises. Such inspection, examination and testing shall not release the contractor from his obligation under this contract.

20.2 The requisition letter of **"inspection call"** from suppliers should be submitted to the office of the **General Manager (Elec.), Procurement, BESCOM**.

20.3 The **supplier shall give the inspection call to the BESCOM 15 days advance notice in writing, the date and place at which the equipment will be ready for testing/inspection.**

20.4 Where the contract provides for tests on the premises of the Supplier, the supplier shall provide such assistance, labour materials, electricity, fuel and instruments as may be required or as may be reasonably demanded by the representative of the BESCOM to carry out such test efficiently.

20.5 When the equipment passes the specified tests, the representative of the BESCOM, shall furnish a certificate to this effect in writing to the supplier. The supplier shall provide reasonable copies of the test certificates to the BESCOM.

21.0 **Inspection and Testing before Dispatch:**

The material will be inspected by Engineers of the BESCOM or its authorized representative before dispatch. All tests shall be conducted in the presence of the designated person. The approval for the tests or test certificate shall be obtained and also the dispatch instructions shall be obtained before dispatch of the goods. Any materials found not to be in conformity with the specification as detailed in the schedule will be rejected. In such cases, the supplier has to take back the rejected materials/equipment at his own cost. The supplier has to replace them by good ones immediately and the second time inspection at the Factory premises shall be at firms cost as per BESCOM norms. BESCOM may accept replacements conforming to the specification.

21.1 Inspection after Receipt of Materials:

The material will be inspected on receipt at the store. Any material found to be not in conformity with the specification as detailed in the schedule

will be rejected. In such cases, the supplier has to take back the rejected material at his own cost **and again offer for inspection duly paying the re-inspection charges as per the norms.**

22.0 **Materials/equipment's to confirm to specifications:**

The material/equipment supplied shall confirm to the tender technical specification/approved sample.

23.0 **Test Certificate:**

All routine tests as specified in the relevant IS/IEC shall be conducted and test reports in the form of test certificates duly signed by a responsible officer of your organization shall be submitted to the inspecting officer at the time of inspection.

24.0 **Delivery of Materials and Dispatch Instructions:**

No materials shall be dispatched until test certificate wherever applicable, are approved and dispatch instructions have been given.

Materials/equipment's to confirm to specifications:

The material/equipment supplied shall confirm to the tender technical specification/approved sample.

25.0 **Delivery:**

The actual delivery schedule will be intimated in the purchase order and the successful bidder shall adhere to the delivery schedule of the Purchase Order.

The delivery schedule shall be strictly adhered to by the successful bidder failing which **BESCOM** reserves the right to initiate action as per the terms and conditions of the tender.

Whatever may be the conditions of sale specified or indicated in the quotation, it is only the conditions indicated in the Purchase order and tender specification that will be final and binding upon the **BESCOM**, and if any tenderer likes to add any other terms/conditions, the same shall be clearly brought out in the Tender itself as "DEVIATIONS" which may be considered if acceptable to **BESCOM**.

In the event of the tender being accepted of the material in the tender, the successful tenderer hereinafter referred to ***"Supplier" shall execute all orders as per the delivery schedule stipulated in the Purchase Order.***

26.0 PERFORMANCE SECURITY DEPOSIT:

The Security Deposit amount to an extent of **5% value of the order** shall be submitted within 15 days from the date of LOI or shall be submitted along with the acknowledgement for having received the LOI.

The mode of payment of Security Deposit as noted below:

The performance Security shall be payable in the form of Bank Guarantee. The Bank Guarantee shall be valid upto 90 days after the expiry of Guarantee Period of **last consignment**.

In case of furnishing Bank Guarantee, the same must be sent to us directly by the Banker. In the event of the supplier failing to deposit such security within the prescribed date, BESCOM shall have full discretion to cancel the LOI and the Bidder will be suspended/ barred for participating in the future tenders called by BESCOM and blacklisted for a period of three year from the date of default.

The Security Deposit will be discharged without any interest at the end of successful completion of Guarantee period.

The Bank Guarantee sent for verification and if found as fake, the Purchase order will be cancelled apart from initiating action for black listing.

27.0 GUARANTEE:

27.1 The material offered shall be guaranteed for satisfactory operation against failure due to bad workmanship and inherent defects in design or materials for a period of **Five Years** from the date of commissioning or **Five Years Six Months** from the date of supply, whichever is earlier. The supplier shall make good by replacing with new material, at his own cost that fail during the guarantee period (as per BESCOM circular CYS-12 dated 29.04.2019).

27.2 **The following procedure to be adopted in the direct procurement of materials by BESCOM:**

a) The materials like Transformers, RMUs, UG Cable, AB Cable, Any insulated Aluminium / Copper conductor, Optical Fiber, Insulators, GOS and CSS shall be guaranteed for free from defects in materials and workmanship for 5 years from the date of commissioning.

b) The material sample shall be selected in each lot supplied to store / site at random by authorized BESCOM officer/ Official in presence of the authorized representative of the supplier. This randomly selected samples shall be properly sealed with the signature of both the parties affixed on the sample and shall be sent to M/s. CPRI /Govt approved Laboratories for conducting Type Tests as prescribed in the IS/IEC/BESCOM Specification.

c) If the randomly selected sample fails in any of the tests prescribed, the entire lot will be rejected and Firm has to replace the entire lot at his own cost.

d) Even the replaced lot will be subjected to testing as above, once the tests of samples are passed then only the lot will be accepted.

e) The cost of type test will be borne by BESCOM for the trail for which samples passes the tests. The failure trails the cost shall be to the suppliers account.

28.0 **CONDITIONS OF SUPPLY**

EXTENT OF WORK:

This tender is for supply of materials to the Bangalore Electricity Supply Company Ltd., (herein after referred to as the 'Company') for the articles or any part or portion thereof tendered for by the supplier and accepted by the BESCOM or any officers, duly authorized in that behalf, of the said Company at the rates and deliveries to the place or places at or within the time specified in the Purchase Order and without any extra charge or expense to the said Owner other than those mentioned in the Purchase Order.

29.0 **Failure to Supply:**

Failing to supply the material, BESCOM is at liberty, without further notice or reminder to the Supplier to purchase the same or any portion thereof on to the account of and at the risk of the Supplier and to prefer a claim for the difference in price and for all expenses whatsoever incurred in

purchasing the same, which the Company is wholly authorized to recover from any money due to Supplier on bills, or deposits or any account.

30.0 TERMINATION FOR CONVENIENCE:

BESCOM may, by written notice sent to the Supplier, terminate the contract, in whole or in part at any time for its convenience. The notice of termination shall specify the termination is for **BESCOM** convenience, the extent to which supply of materials under the contract is terminated and the date upon which such termination is effective.

The Supplier upon receipt of such notice shall discontinue the supply of materials on the date and to the extent specified in the notice, make all reasonable efforts to stop all further purchasing activity (Raw materials) related to the quantity terminated.

31.0 TERMINATION OF CONTRACT:

In case the supplier fails to supply the materials within the contracted period of delivery or in case the materials supplied are found not in accordance with prescribed specifications and/or approved sample or in case the supplier has supplied any part consignment (Short supplied) and failed to supply the balance within the contracted delivery period or if found to have furnished misleading or false representations in statements and attachments submitted as proof of the qualifying requirement at a later date or in case the supplied material selected at random fails to pass the required tests at M/s CPRI/ERDA, BESCOM shall exercise its discretionary powers on any or all the following:

a. To recover from the supplier, as agreed, liquidated damages or by way of penalty, the amount as per penalty clause above ; and
b. To purchase elsewhere, after giving due notice to the Supplier on account and at the risk of the Supplier such materials not so delivered or others of a similar description without canceling the contract. In respect of the consignment not yet due for delivery, the Supplier shall not be entitled to any saving on such purchase made against default:
c. To cancel the purchase order :

d. To forfeit the contract performance guarantee/EMD if it has been furnished and in case of permanent Security Deposit to forfeit the amount equivalent to the contract performance guarantee in the particular purchase order from out of the permanent Security Deposit.
e. To recover the testing charges.
f. To black list or not to consider future offers for a specified period.

The decision of the BESCOM shall be final as regards the acceptability or otherwise of materials/equipment supplied.

32.0 Settlement of disputes:

The Purchaser and the supplier shall make every effort to resolve amicably by direct informal negotiation any disagreement or dispute arising between them under or in connection with the Contract.

If, after thirty (30) days, the parties have failed to resolve their dispute or difference by such mutual consultation, then either the Purchaser or the Supplier may give notice to the other party of its intention to commence arbitration, as hereinafter provided, as to the matter in dispute, and no arbitration in respect of this matter may be commenced unless such notice is given.

Any dispute or difference in respect of which a notice of intention to commence arbitration has been given in accordance with this Clause shall be finally settled by arbitration. Arbitration may be commenced prior to or after delivery of the Goods under the Contract.

Arbitration proceedings shall be conducted in accordance with the rules of procedure specified.

S/d

General Manager (Elec.),
Procurement, BESCOM